TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 568 - SB 1081

February 26, 2021

SUMMARY OF BILL: Requires state agencies to precede non-emergency rulemaking with notice and a public hearing unless the rule is promulgated as a proposed rule. Defines "proposed rule" as a rule that makes a minor, nonsubstantive change, is approved by the Joint Government Operations Committee, repeals an existing rule, or eliminates or reduces a fee.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- Pursuant to Tenn. Code Ann. § 4-5-202(a), an agency is exempt from preceding nonemergency rulemaking with a public hearing unless a petition is filed by 10 people affected by the rule, an association of 10 people, a municipality, or by majority vote of any committee of the General Assembly.
- The proposed legislation establishes that only proposed rules may be exempt from public hearings if a petition for such hearing is not received.
- Any non-emergency rule promulgated by a state agency that is not a minor, nonsubstantive change, approved by the Joint Government Operations Committee, repeals a rule, or eliminates or reduces a fee will be required to hold a public hearing.
- Several state agencies currently hold a public hearing for substantial rulemaking. Any state agency that does not currently hold a public hearing for substantial rulemaking can conduct any additional required hearings within existing resources.
- The Joint Government Operations Committee meets throughout the year; therefore, any approval of proposed rules will not require additional meetings and can be accomplished within existing resources.
- No significant fiscal impact to state or local government.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

Bojan Savic, Interim Executive Director

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